

**REMARKS**

Applicants respectfully request that the enclosed amendments to the instant application be entered prior to taking action on the instant application. The above amendments to the specification correct several minor grammatical and/or typographical errors. No new matter has been added. Claims 4, 6, 7, 17, 26, 28, 30, 31, and 32 were amended to correct several minor grammatical and/or typographical errors. No claims have been added or deleted, and no new matter has been added. In addition, two of the drawings were amended to add labeling that had inadvertently been omitted from the drawings as filed.

First, in FIG. 2 as filed, the drawing was amended to indicate that the view shown is view (A) of FIG. 2. This amendment is supported throughout the specification as filed and at least at page 22, lines 10-11 and page 30, lines 14 through 28. No new matter has been added.

Second, the drawing that was filed as sheet 4 of 13 contained only the labeling of (E) and (F) and inadvertently did not contain the additional notation of FIG. 2. This sheet of drawing was thus amended to include the notation "FIG. 2". This amendment is supported throughout the specification as filed and at least at page 22, lines 10-11 and page 31, lines 14-20. No new matter has been added.

As explained above, no new matter has been added by the amendments made herein. An early and favorable action on this application is respectfully requested. Should there be any questions on this amendment and/or the instant application, please feel free to telephone the undersigned.

Date: May 24, 2004

Customer Number: 23735

Telephone: 781-744-6404

Alternate Telephone: 503-885-9699

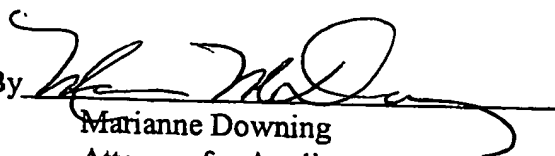
FAX: 781-744-6741

Alternate FAX: 503-885-9880

Respectfully submitted,

DIGIMARC CORPORATION

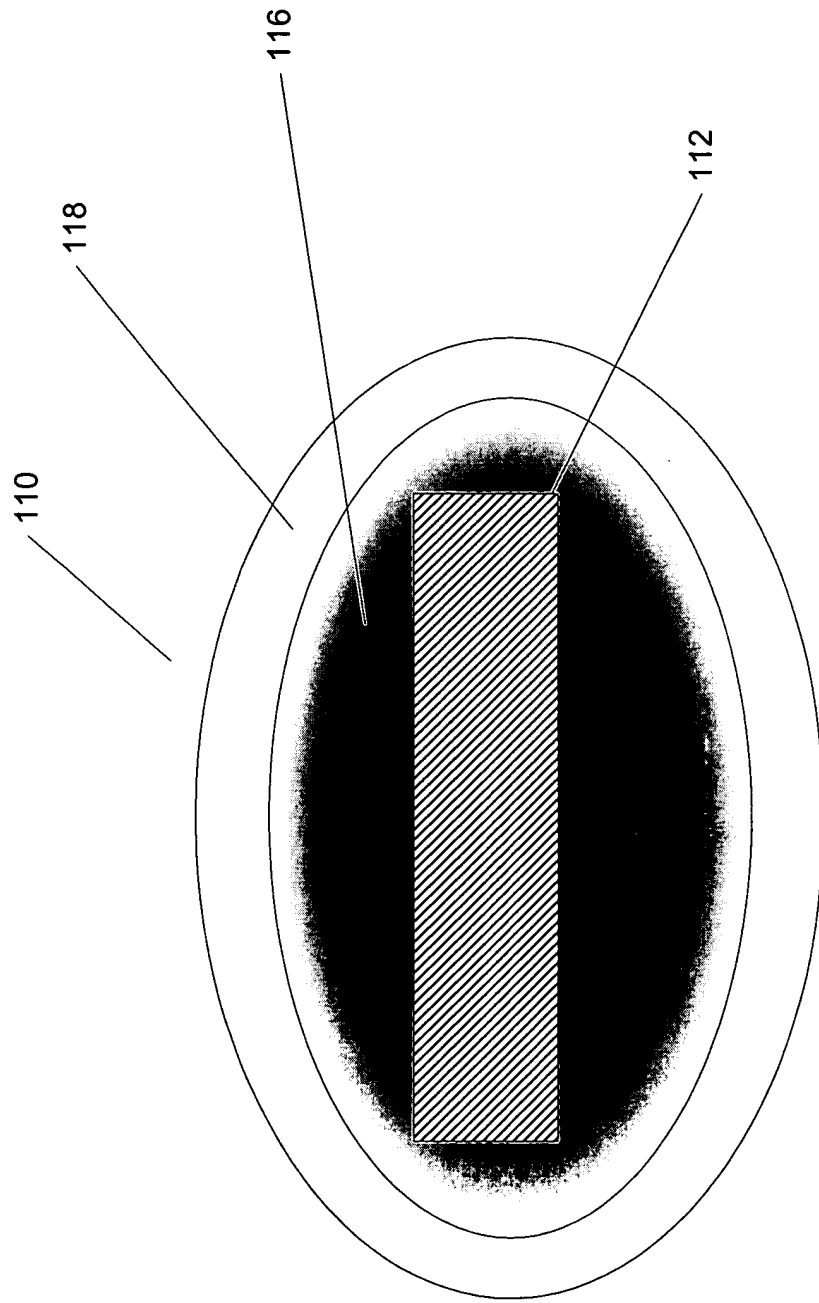
By



Marianne Downing  
Attorney for Applicants  
Registration No. 42,870

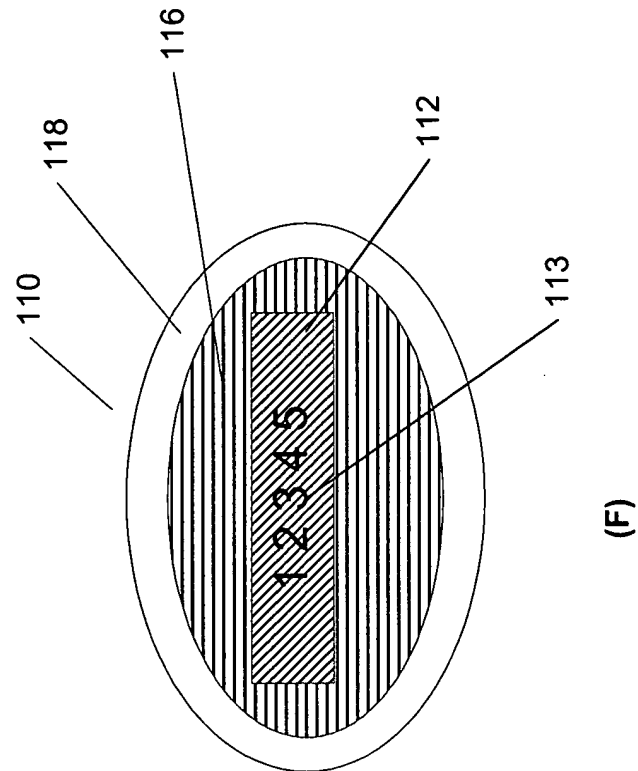
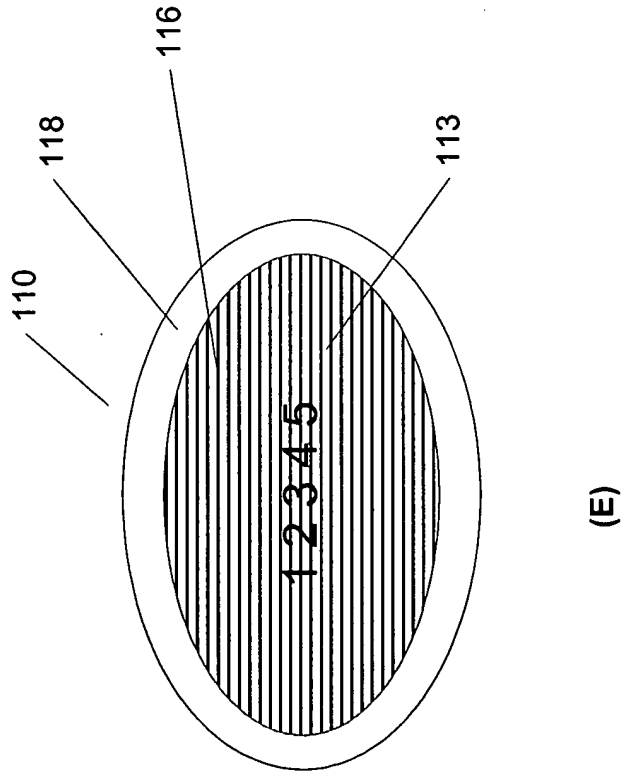
**APPENDIX – ANNOTATED MARKED UP DRAWINGS AND REPLACEMENT SHEETS**

ANNOTATED MARKED-UP DRAWING



1A

FIG. 2



**FIG. 2**